Iowa Department of Natural Resources Natural Resource Commission

TOPIC Chapter 47, Vessel Bonding - NOIA

DECISION

The Commission is requested to approve this notice to rescind Chapter 47, "Vessel Bonding" Iowa Administrative Code, and adopt a new Chapter 47, "Snowmobiles."

The proposed new chapter clarifies the procedures for registration, renewal, titling, decal placement and accident reporting for snowmobiles. Division II of the new chapter establishes minimum standards for snowmobile dealers as authorized under Iowa Code Chapter 321G.21.

Rules related to bonding requirements that were formally part of this chapter are proposed to be moved to a new Chapter 50 "All-Terrain Vehicle, Off-road Motorcycles, Off-road Utility Vehicles, Snowmobile and Vessel Bonding."

Robert Garrison, Law Enforcement Bureau Chief Conservation and Recreation Division April 8, 2010

Attached: Proposed Chapter 47, Snowmobiles

NATURAL RESOURCE COMMISSION[571] Notice of Intended Action

Pursuant to the authority of Iowa Code section 455A.5(6), the Natural Resource Commission hereby gives Notice of Intended Action to rescind Chapter 47, "Vessel Bonding," and adopt <u>new</u> Chapter 47, "Snowmobiles," Iowa Administrative Code.

The proposed new chapter clarifies the procedures for registration, renewal, titling, decal placement and accident reporting for snowmobiles. Division II of the new chapter establishes minimum standards for snowmobile dealers as authorized under Iowa Code Chapter 321G.21.

Rules related to bonding requirements that were formally part of this chapter are proposed to be moved to new 571--Chapter 50, "All-Terrain Vehicle, Off-road Motorcycles, Off-road Utility Vehicles, Snowmobile and Vessel Bonding."

Any interested person may make written suggestions or comments on the proposed amendment on or before May 25, 2010. Such written materials should be directed to David Downing, Department of Natural Resources, Wallace State Office Building, 502 E. 9th Street, Des Moines, Iowa 50319-0034; fax (515)281-6794; or E-mail david.downing@dnr.iowa.gov. Persons who wish to convey their views orally should contact the Law Enforcement Bureau at (515)281-3449.

Also, there will be a public hearing on May 25, 2010, at 2 p.m. in the Fifth Floor East Conference Room, Wallace State Office Building, 502 E. 9th Street, Des Moines, Iowa. At the public hearing, persons may present their views either orally or in writing. At the hearing, persons will be asked to give their names and addresses for the record and to confine their remarks to the subject of the proposed amendment.

Any persons who attend the public hearing and have special needs such as those related to hearing or mobility impairments should contact the Department of Natural Resources and advise of specific needs.

These amendments are intended to implement Iowa Code Chapter 321G.

The following amendment is proposed.

Rescind 571--Chapter 47 and adopt the following new 571--Chapter 47:

CHAPTER 47

SNOWMOBILES

DIVISION I REGISTRATION, RENEWAL, TITLING, DECAL PLACEMENT AND ACCIDENT REPORTS

571--47.1(321G) Definitions. For purposes of this chapter, the following definitions shall apply:

"Commission" means the natural resource commission established in section 455A.5 of the Iowa Code.

"Department" means the department of natural resources established in section 455A.2 of the Iowa Code.

"Operator" means a person who operates or is in actual physical control of a snowmobile.

"Owner" means a person, other than a lien-holder, having the property right in or title to a snowmobile. The term includes a person entitled to the use or possession of a snowmobile subject to an interest in another person, reserved or created by agreement and securing payment or performance of an obligation. "Owner" does not include a lessee under a lease not intended as security.

"Public land" means land owned by the federal government, the state, or political subdivisions of the state and land acquired or developed for public recreation pursuant to section 321G.7 of the Iowa Code.

"Roadway" means that portion of a highway improved, designed, or ordinarily used for vehicular travel.

"Snowmobile" means a motorized vehicle weighing less than 1,000 pounds which uses sled-type runners or skis, endless belt-type tread with a width of forty-eight inches or less, or any combination of runners, skis, or tread, and is designed for travel on snow or ice. "Snowmobile" does not include an all-terrain vehicle, as defined in section 321I.1 of the Iowa Code, which has been altered or equipped with runners, skis, belt-type tracks, or treads.

571—47.2(321G) Operation on roadways, highways, streets and trails. A person shall not operate a snowmobile upon roadways, highways, streets, or designated snowmobile trails except as provided in section 321G.9 of the Iowa Code.

Note: Additional driving and operation limitations are listed in section 321G.13 of the Iowa Code.

571—47.3(321G) Registration for snowmobiles.

47.3(1) General. A person shall not operate, maintain, or give permission for the operation or maintenance of a snowmobile on public land, designated snowmobile trail or ice unless the snowmobile:

- a. Is registered in accordance with the requirements of Iowa Code chapter 321G and this chapter;
- b. Displays a current annual user permit decal issued as provided in rule 571--47.4(321G); or
- c. Is exempt from registration pursuant to section 321G.8 of the Iowa Code.

47.3(2) Registration requirements.

a. The owner of each snowmobile required to be registered shall file an application for registration with the department through a county recorder and pay all applicable fees pursuant to section 321G.4 of the Iowa Code and these rules, except that a snowmobile dealer shall make application and pay all applicable registration and title fees on behalf of a purchaser of a snowmobile.

- 1. Application forms. The applicant shall use DNR Form 542-8067 in making application for registration. In the event the applicant is missing documentation required by DNR Form 542-8067, the owner shall use DNR Form 542-8065 and may be required to secure a bond consistent with the requirements of 571--Chapter 50.
- 2. Fees. The applicant shall pay the following fees: fifteen dollars for the permit fee; one dollar for the writing fee; and one dollar and fifty cents for the administrative fee. In addition, a county recorder may collect an additional twenty-five cents for the writing fee if the county recorder issues the registration.
- b. At such time the department or the county recorder is satisfied with the application and has received the required fees, the department or county recorder shall issue to the applicant a registration certificate and registration decal.

47.3(3) Preregistration grace period.

- a. Dealer purchases. An unregistered snowmobile sold by a dealer to an Iowa resident for use in Iowa shall bear a card including the words "registration applied for" and the date of purchase made of pasteboard or other similar material. Such card shall entitle the purchaser to operate the snowmobile for forty-five days immediately following the purchase. The purchaser shall place this card on the windshield area of the snowmobile in a position so as to be clearly visible at all times and maintained in a legible manner The operator of any snowmobile displaying a "registration applied for" card described in this rule shall carry and provide upon request to any peace officer a valid bill of sale for the snowmobile.
- b. Nondealer purchases. Snowmobiles may be sold by nondealers and the registration grace period depends on the current registration of the vehicle:
- 1. A snowmobile that is currently registered in the state of Iowa may be legally operated for thirty days before it is registered under the purchaser's name.
- 2. A snowmobile not currently registered in the state of Iowa shall not be operated until it is titled and registered in the purchaser's name. Valid registration in another state does not authorize preregistration operation.
- **47.3(4)** Registration renewals. Every snowmobile registration certificate and registration decal expires at midnight December 31 of the year issued or at the time specified on the registration decal. Applications for renewal shall be completed pursuant to section 321G.6 of the Iowa Code.

571—47.4(321G) Nonresident user permits.

- **47.4(1)** A nonresident wishing to operate a snowmobile, other than such vehicle owned by a resident and registered pursuant to Iowa Code chapter 321G, on public land, designated snowmobile trail or ice of this state must first obtain a user permit from the department.
- **47.4(2)** The department, a county recorder or license agent designated by the director may issue nonresident user permits. The applicant shall pay the following fees for a user permit: fifteen dollars for the permit fee; one dollar for a writing fee; and one dollar and fifty cents for an administrative fee. In the event the county recorder issues such a permit, the county recorder may charge an additional twenty-five cents for the writing fee over what is described in subrule 47.4(2).
- **47.4(3)** A user permit issued under this section shall be valid for the calendar year or time period specified in the permit and be limited to the vehicle specified at the time of application.
 - **47.4(4)** Nonresident user permits are issued to a vehicle and are not transferrable.
- **571—47.5(321G) Display of registration and user permit decals.** The owner of a snowmobile shall display the registration decal or nonresident user permit decal on the windshield of the snowmobile so that the decal is clearly visible. If the snowmobile does not have a windshield, then the decal shall be affixed to the area of the hood near the headlamp where it is clearly visible.

571—47.6(321G) Registration certificate.

47.6(1) An operator of a snowmobile shall carry the registration certificate either in such vehicle or on the person of the operator when the snowmobile is in use.

- **47.6**(2) The operator of a snowmobile shall exhibit the registration certificate to all of the following:
- a. To a peace officer or department personnel upon request;
- b. To a person injured in an accident involving the snowmobile, or that person's agent;
- c. To the owner or operator of another snowmobile when the snowmobile is involved in a collision or accident of any nature with the other snowmobile, or that person's agent;
- d. To the owner of personal or real property when the snowmobile is involved in a collision or accident of any nature with the property of the other person, or that person's agent; and
- e. To the property owner or tenant when the snowmobile is being operated on private property without permission from the property owner or tenant, or that person's agent.

571—47.7(321G) Owner's certificate of title.

- **47.7(1)** The owner of a snowmobile acquired on or after January 28, 1998, other than a snowmobile used exclusively as a farm implement or a previously registered snowmobile that is more than thirty years old, shall apply to the county recorder of the county in which the owner resides for a certificate of title for the snowmobile. The owner shall make application within thirty days after acquisition of the snowmobile, using DNR Form 542-8067, and shall include the required fees set out in Iowa Code section 321G.30.
 - **47.7**(2) A certificate of title issued by the county recorder shall be on DNR Form 542-0974.

571—47.8(321G) Procedures for application and for issuance of a vehicle identification number (VIN) for homebuilt snowmobiles.

- **47.8(1)** A person other than a manufacturer who constructs or rebuilds a snowmobile for which there is no legible VIN may make application to the department on DNR Form 542-8065 for the issuance of a new VIN. The application process shall include an inspection of the snowmobile by the department. If the application is approved, the VIN shall be affixed to the vehicle by a conservation officer. The completed application shall then be surrendered to the county recorder.
 - 47.8(2) The conservation officer shall permanently affix the VIN to the frame under the seat.

571—47.9(321G) Accident report.

- **47.9(1)** Whenever any snowmobile is involved in an accident resulting in injury or death to anyone or property damage amounting to \$1,000 or more, the operator or someone acting for the operator shall immediately notify the county sheriff or another law enforcement agency in the state.
- **47.9(2)** If the accident occurred on public land, designated snowmobile trail or ice under the jurisdiction of the commission, the operator shall file a report of the accident with the department within 72 hours. The report shall be on DNR Form 542-8093, Off-Highway Vehicle Incident Report Form.
- **47.9**(3) Accidents other than those specified in 47.8(2) shall be reported as required in section 321.266 of the Iowa Code.

571--47.10 to 571--47.20 Reserved.

DIVISION II

SNOWMOBILE DEALERS

571–47.21(321G) Purpose. The rules in this division apply to registered snowmobile dealers, manufacturers, and distributors. These rules establish minimal standards for snowmobile dealers as authorized under section 321G.21 of the Iowa Code.

571–47.22(321G) Definitions. For purposes of this division, the following definitions shall apply:

"Consumer use" means use of a snowmobile for business or pleasure, not for sale at retail, by a person who has obtained a certificate of title and has registered the vehicle in conformance with Iowa Code chapter 321G.

"Dealer" means a person engaged in the business of buying, selling, or exchanging snowmobiles required to be registered under Iowa Code chapter 321G and this chapter and who has an established place of business for that purpose in this state.

"Designated location" means the primary place of business of the dealer or a building actually occupied by a dealer where the public and the department may contact the dealer during regular business hours.

"Distributor" means a person, resident or nonresident, who sells or distributes snowmobiles to snowmobile dealers in this state or who maintains distributor representatives.

"Engaged in the business" or similar wording means doing any of the following acts for the purpose of selling snowmobiles at retail: acquiring, selling, exchanging, holding, offering, displaying, brokering, accepting on consignment or conducting a retail auction, or acting as an agent for the purpose of doing any of these acts. A person selling at retail more than five snowmobiles during a 12-month period may be presumed to be engaged in the business.

"Established place of business" means the place actually occupied either continuously or at regular periods by a dealer or manufacturer where the books and records are kept and the dealer's or manufacturer's business is primarily transacted.

"Manufacturer" means a person engaged in the business of constructing or assembling snowmobiles required to be registered under Iowa Code chapter 321G and this chapter and who has an established place of business for that purpose in this state.

"Manufacturer's certificate of origin" means a certification signed by the manufacturer, distributor or importer that the snowmobile described has been transferred to the person or dealer named, and that the transfer is the first transfer of the vehicle in ordinary trade and commerce. A "manufacturer's certificate of origin" may also be referred to as a manufacturer's statement of origin.

571–47.23(321G) Dealer's established place of business. A dealer's established place of business shall include telephone service and an adequate office area for keeping business records, manufacturers' certificates of origin, certificates of title or other evidence of ownership for all snowmobiles offered for sale.

571–47.24(321G) Zoning. Dealers licensed under these rules must comply with applicable local zoning ordinances. Upon request by the department, a dealer shall provide to the department written evidence issued by the office responsible for the enforcement of zoning ordinances in the city or county where the dealer's established place of business is located, that the dealer's established place of business complies with all applicable zoning provisions.

571–47.25(321G) Sales tax permit. A dealer shall provide to the department written evidence that the dealer has obtained a sales tax permit issued by the department of revenue and finance.

571—47.26(321G) Special registration certificates for manufacturers, distributors and dealers.

47.26(1) A manufacturer, distributor, or dealer owning a snowmobile required to be registered under Iowa Code chapter 321G and this chapter may operate the unregistered snowmobile for purposes of transporting, testing, demonstrating, or selling it if both of the following requirements are met:

- a. The manufacturer, distributor, or dealer obtains from the department a special registration certificate and decal containing a general identification number in accordance with section 321G.21 of the Iowa Code. An application for a special registration certificate shall be submitted on DNR Form 542-0846; and
- b. The manufacturer, distributor, or dealer has the assigned decal attached to a removable sign which is temporarily but firmly attached to the snowmobile being used.

- **47.26(2)** If a manufacturer, distributor, or dealer has an established place of business in more than one location, the manufacturer, distributor, or dealer shall obtain from the department a separate and distinct special registration certificate, decal and general identification number for each place of business.
- 47.26(3) Duplicate special registration certificates and decals may be obtained pursuant to the conditions set forth in section 321G.21 of the Iowa Code.
- **571–47.27(321G) Information provided to purchaser.** At the time of sale, a dealer shall provide all purchasers of snowmobiles with both (1) a copy of current snowmobile laws and regulations governing the usage of snowmobiles in the state of Iowa, and (2) the most-up-to-date list of public places open for snowmobile usage. The department shall provide this required information on its website, www.iowadnr.gov. Information provided on the department's website shall be deemed current and the most up-to-date information for purposes of this rule.
- **571–47.28(321G) Right of inspection.** The department or any peace officer has the authority to inspect the following at any dealer location: (1) snowmobiles or component parts of vehicles, (2) business records, and (3) manufacturers' certificates of origin, certificates of title and other evidence of ownership for snowmobiles offered for sale. The department has the right at any time to verify compliance of a dealer registered under Iowa Code chapter 321G with all statutory and regulatory requirements.
- **571–47.29(321G) Denial or revocation.** The department may deny a dealer application or revoke a dealer registration certificate if the director determines the applicant or dealer has violated any section of this chapter or Iowa Code chapter 321G or continuation of the permit is not in the public interest. Such denial or revocation shall become effective upon a date specified in the notice. The notice shall state the extent of the denial or revocation, and the reasons for the action. Within 30 days following receipt of the notice of a revocation or denial, the applicant or dealer, whichever is applicable, may file a notice of appeal, requesting a contested case pursuant to 561—Chapter 7. The notice of appeal shall specify the basis for requesting that the permit be issued or reinstated.

These rules are intended to implement Iowa Code chapter 321G.

	DATE	
	Richard A. Leopold, Director	
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